

DIRECTOR OF INVESTMENTS WILLIAM SHERWOOD RETIRES

*Daniel Dowell Appointed as Director of Investments
and
Christine Solich Appointed as Assistant Director of Investments*

After 34 years of service to the State Treasurer's Office under seven State Treasurers, Director of Investments William Sherwood will retire on June 30, 2004. Mr. Sherwood is highly regarded by the participants of the Local Agency Investment Fund (LAIF) program, the securities industry, his staff in the Investment Division, as well as the staff and his peers of the State Treasurer's Office and other State departments and agencies. Mr. Sherwood will be greatly missed.

Treasurer Phil Angelides has selected Daniel Dowell to succeed Mr. Sherwood as the Director of Investments effective July 1, 2004. Mr. Dowell has been with the State Treasurer's Office for 30 years and has served as the Assistant Director of Investments for 27 years. As the Assistant Director of Investments, Mr. Dowell functioned as the senior security trader negotiating the purchase, sale, exchange or loan of marketable securities, developed and implemented policy for the Time Deposit Program, managed bank, corporate, and new debt instrument research and analysis, as well as supervised divisional staff engaged in market activities. Mr. Dowell served as the Interim LAIF Administrator before Eileen Park was assigned that position in July 2000. In addition, Mr. Dowell has had supervisory oversight over the LAIF program since its inception. Mr. Dowell, in his capacity as Director of Investments, will plan, organize, and direct the activities of the Investment Division.

Treasurer Angelides has also appointed Christine Solich as Assistant Director of Investments effective July 1, 2004. Ms. Solich has been with the State Treasurer's Office for 14 years, beginning her career in LAIF as an assistant to the LAIF Administrator. Ms. Solich moved to the Investment Operations side of the Investment Division where she has served as a securities trader, credit program manager, and as a pension investment officer, representing the Treasurer on various committees for the California Public Employees' Retirement System and the California State Teachers' Retirement System.

The succession of positions and responsibilities with Mr. Sherwood's retirement will be seamless and transparent to Investments' and LAIF Operations. Mr. Dowell and Ms. Solich will carry out their roles and responsibilities following the same strategies for maintaining the goals of the investment portfolio--safety, liquidity, and yield.

Questions about Investment and LAIF operations can be directed to Dan Dowell, Christine Solich or Eileen Park at (916) 653-3001.